

**DEPARTMENT OF CONSERVATION****DIVISION OF RECYCLING**

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PHONE 916 / 323-5878 • FAX 916 / 445-0645 • TDD 916 / 324-2555 • WEBSITE conservation.ca.gov**June 2, 2008****NOTICE****TO: Plastic Market Development Payment Program Participants****SUBJECT: Plastic Market Development Payment Rate for 2008**

Effective January 1, 2008, the Department of Conservation, Division of Recycling (Division) will implement a new Plastic Market Development Payment (MDP) rate.

To ensure that only California Refund Value (CRV) plastic beverage containers are eligible, the Division each year calculates a new statewide average MDP rate for PET and HDPE to determine the total eligible MDP payments for CRV plastic beverage containers. The MDP rates shall be used to determine the total eligible MDP payments for certified entities and product manufacturers after exclusion of all non-qualifying material (out-of-state, plant rejects, industrial scrap plastic, and other non-qualifying plastic material).

The following is a table with the new MDP rate for PET and HDPE. Participants must use these rates for 2008 MDP reporting period.

2008 Plastic Market Development Payment Rate		
Plastic	MDP Rate	Payment per Ton
#1 - PET	92%	\$150
#2 - HDPE	32%	\$150

Failure to use the above rates for 2008 reporting quarters will result in incorrect claims and payments.

If you have any questions regarding this notice, please contact Hieu Le at (916) 323-1493 or Hieu.Le@conservation.ca.gov.

Sincerely,

Zenny Yagen
Acting Manager
Market Research Branch